THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners: Andrew J. French, Chairperson

Dwight D. Keen Annie Kuether

In the matter of the failure of L & G Petroleum		Docket No.: 26-CONS-3006-CPEN
Operating, LLC (Operator) to comply with)	
K.A.R. 82-3-120.)	CONSERVATION DIVISION
)	
)	License No.: 32851
	_	

PENALTY ORDER

The Commission finds Operator has violated K.A.R. 82-3-120, assesses a \$500 penalty, directs Operator to come into compliance, and further rules as more fully described below.

I. JURISDICTION

- 1. K.S.A. 74-623 provides the Commission exclusive jurisdiction and authority to regulate oil and gas activities in Kansas. K.S.A. 55-152 provides the Commission with jurisdiction to regulate the construction, operation, and abandonment of any well, and also the protection of the usable water of this state from any actual or potential pollution from any well. The Commission has licensing authority under K.S.A. 55-155.
- 2. K.S.A. 55-162 and K.S.A. 55-164 provide the Commission authority to issue penalty orders for violations of Chapter 55 of the Kansas Statutes Annotated, or of any rule, regulation, or order of the Commission. Under K.S.A. 55-164, a penalty order may include a monetary penalty of up to \$10,000, the penalty must constitute a substantial and actual economic deterrent to the violation, and each day of a continuing violation constitutes a separate violation.
- 3. K.A.R. 82-3-120(a)(1) provides that no operator shall drill, complete, service, plug, or operate any oil or gas well without first obtaining or renewing an operator license, and that each operator in physical control of any such well shall maintain a current license even if the

well is shut in or idle. K.A.R. 82-3-120(a)(2) provides that each licensee shall annually submit a completed license renewal form on or before the expiration date of the current license.

4. K.A.R. 82-3-120(k) provides that failure to obtain or renew an operator license before operating shall be punishable by a \$500 penalty.

II. FINDINGS OF FACT

- 5. On May 30, 2025, Operator's license expired. Operator is responsible for the wells (Subject Well(s)) identified in Exhibit A.
- 6. On June 5, 2025, Commission Staff sent a letter to Operator, requiring Operator to renew the license, transfer the Subject Well(s) to another operator, or plug the Subject Well(s), by June 19, 2025. To date, Operator has not complied with Staff's letter.

III. CONCLUSIONS OF LAW

- 7. The Commission has jurisdiction over Operator and this matter under K.S.A. 74-623 and K.S.A. 55-152.
- 8. Operator has committed one violation of K.A.R. 82-3-120(a) because Operator remains responsible for the Subject Well(s), and Operator's license is expired.

THEREFORE, THE COMMISSION ORDERS:

- A. Operator shall pay a \$500 penalty.
- B. Operator shall immediately shut-in all unplugged wells on its license, and cease oil and gas operations, until Operator is in compliance with this Order.
 - C. Operator has 30 days from the date of this Order to:
 - a. Renew its license or obtain a new license and transfer the Subject Well(s) to that license; or

¹ Exhibit A.

- b. Transfer the Subject Well(s) to another operator by filing the appropriate forms with the Commission; or
- c. Plug the Subject Well(s).
- D. If any unplugged wells remain on Operator's expired license after 60 days from the date of this Order, then:
 - a. Operator shall pay an additional \$5,000 penalty;
 - b. Staff shall revoke any injection authorizations applicable to Operator; and
 - c. Staff is directed to place the wells on the appropriate state plugging list, to plug according to priority and as funds allow, and to assess the plugging costs to Operator. This shall not preclude Staff from investigating additional potentially responsible parties.
- E. Operator may request a hearing on the above issues by submitting a written request, pursuant to K.S.A. 55-164, K.S.A. 77-537, and K.S.A. 77-542, to the Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202, within 30 days from the date of service of this Order. A request for hearing must comply with K.A.R. 82-1-219.
- F. Failure to timely request a hearing will result in a waiver of Operator's right to a hearing. If no party timely requests a hearing, then this Order shall become final. If Operator is not in compliance with this Order and the Order is final, then Operator's license shall be suspended without further notice, shall remain suspended until Operator complies, and Staff may seal the wells on Operator's license until Operator is in compliance. The notice and opportunity for a hearing on this Order shall constitute the notice required by K.S.A. 77-512 regarding

license suspension. A party may petition for reconsideration of a final order pursuant to the requirements and time limits established by K.S.A. 77-529(a)(1).²

G. Credit card payments may be made by calling the Conservation Division at 316-337-6200. Checks and money orders shall be payable to the Kansas Corporation Commission. Payments shall be mailed to the Kansas Corporation Commission at 266 N. Main St., Suite 220, Wichita, Kansas 67202. Payments must reference the docket number of this proceeding.

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BY THE COMMISSION IT IS SO ORDERED.

French, Chairperson; Keen, Commissioner; Kuether, Commissioner

Dated: 07/03/2025	(Myter)
	Celeste Cheney-Tucker
07/02/2025	Executive Director
Mailed Date: 07/03/2025	

KAM

² See K.S.A. 55-162; K.S.A. 55-164; K.S.A. 55-606; K.S.A. 55-707; K.S.A. 77-503(c); K.S.A. 77-531(b).

Conservation Division 266 N. Main St., Ste. 220 Wichita, KS 67202-1513



Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Laura Kelly, Governor

Andrew J. French, Chairperson Dwight D. Keen, Commissioner Annie Kuether, Commissioner

NOTICE OF VIOLATION

June 5, 2025

Randy Peterson L & G Petroleum Operating, LLC 2663 CR 1780 HAVANA, KS 67347

Re: Unplugged Well(s) on Expired License #32851

Operator:

Unplugged well(s) are on your expired license, which violates K.A.R. 82-3-120. Attached is a list of the unplugged well(s). Please do one of the following:

- Renew your license, or obtain a new license and transfer the well(s) to that license,
- Transfer the well(s) to another operator by filing T-1 forms with the Commission, or
- File Well Plugging Application (CP-1) form(s) and plug the well(s).

Your deadline is June 19, 2025.

If you do not correct this violation, I will recommend a Commission Order with a \$500 penalty. The Order would also require you to plug the well(s) within 60 days. Failure to comply with the Order would automatically result in the Commission levying additional penalties against you, directing Staff to plug the wells, and assessing plugging costs to you.

You must immediately shut-in all wells and cease oil and gas operations until compliance is achieved.

For help renewing or obtaining a license, contact Nancy Borst at 316-337-6200. For help transferring wells, contact Deanna Garrison at 316-337-6209. For help with CP-1 forms, contact CeLena Peterson at 316-337-6035.

If you have further questions, you may contact me by calling our main number at the top of this letter.

Sincerely,

Nancy D. Borst Licensing Department

Exhibit A

L & G Petroleum Operating, LLC License: 32851

API Well #	Lease Name / Well #	Well Location	County
15-001-01790-00-01	BOWLUS B 12 RA	4-24S-18E, SESWSE	ALLEN
15-001-02110-00-00	WEST RIGGS 9F	9-24S-18E, NWSWNE	ALLEN
15-001-02112-00-00	WEST RIGGS 14D	9-24S-18E, S2N2NE	ALLEN
15-001-02113-00-00	WEST RIGGS 14E	9-24S-18E, NWSENE	ALLEN
15-001-02114-00-00	WEST RIGGS 15G	9-24S-18E, NWSENE	ALLEN
15-001-02115-00-00	WEST RIGGS 17E	9-24S-18E, SENENE	ALLEN
15-001-02116-00-00	WEST RIGGS 16FA	9-24S-18E, NWSENE	ALLEN
15-001-02117-00-00	WEST RIGGS 16FB	9-24S-18E, NESENE	ALLEN
15-001-02143-00-00	CLINKENBEARD 4	3-24S-18E, SWSESE	ALLEN
15-001-02144-00-00	CLINKENBEARD 5	3-24S-18E, NESESE	ALLEN
15-001-02145-00-00	CLINKENBEARD 6	3-24S-18E, NESESE	ALLEN
15-001-02146-00-00	CLINKENBEARD 12AO	3-24S-18E, SESESE	ALLEN
15-001-02147-00-00	CROSS 11R	3-24S-18E, SESWSE	ALLEN
5-001-02148-00-00	CROSS 12R	3-24S-18E, SESWSE	ALLEN
5-001-02155-00-00	BOWLUS B 10R	4-24S-18E, SWSWSE	ALLEN
5-001-02156-00-00	BOWLUS B 14R	4-24S-18E, SESWSE	ALLEN
5-001-02157-00-00	BOWLUS B 12R	4-24S-18E, SESWSE	ALLEN
5-001-02158-00-00	BOWLUS B 11R	4-24S-18E, SESWSE	ALLEN
5-001-02159-00-00	BOWLUS B 9A	4-24S-18E, SWSWSE	ALLEN
5-001-02160-00-00	THORNTON 16J	9-24S-18E, NWNESE	ALLEN
5-001-02161-00-00	THORNTON 18J	9-24S-18E, NENESE	ALLEN
5-001-02162-00-00	THORNTON 18R	9-24S-18E, SESESE	ALLEN
15-001-02163-00-00	THORNTON 18P	9-24S-18E, NESESE	ALLEN
15-001-02164-00-00	THORNTON 18L	9-24S-18E, NENESE	ALLEN
15-001-02177-00-00	EAST RIGGS 6G	10-24S-18E, S2NWSENW	ALLEN
15-001-02178-00-00	EAST RIGGS 6D	10-24S-18E, SWNENW	ALLEN
15-001-02179-00-00	EAST RIGGS 7C	10-24S-18E, SWNENENW	ALLEN

15-001-02180-00-00	EAST RIGGS 6BA	10-24S-18E, NWNENW	ALLEN
15-001-02181-00-00	EAST RIGGS 4C	10-24S-18E, NENWNW	ALLEN
15-001-02182-00-00	GREGG 11BA	10-24S-18E, NENWNE	ALLEN
15-001-02183-00-00	GREGG 14B	10-24S-18E, NWNENE	ALLEN
15-001-02184-00-00	GREGG 11C	10-24S-18E, NESENE	ALLEN
15-001-02185-00-00	GREGG 18BA	10-24S-18E, NWNENE	ALLEN
15-001-02186-00-00	GREGG 11B	10-24S-18E, NWNWNE	ALLEN
15-001-02195-00-00	BOWLUS A 11J	15-24S-18E, NWNWSE	ALLEN
15-001-02196-00-00	BOWLUS A 10M	15-24S-18E, NWNWSE	ALLEN
15-001-02197-00-00	BOWLUS A 10N	15-24S-18E, SWNWSE	ALLEN
15-001-02199-00-00	BOWLUS A 10K	15-24S-18E, NWNWSE	ALLEN
15-001-02200-00-00	BOWLUS A 9Q	15-24S-18E, NWSWSE	ALLEN
15-001-03195-00-00	WEST RIGGS 16 F	9-24S-18E, SENWSENE	ALLEN
15-001-19068-00-00	CLINKENBEARD 1-A	3-24S-18E, SWSESE	ALLEN
15-001-19078-00-00	CLINKENBEARD 2-A	3-24S-18E, SWSESE	ALLEN
15-001-19092-00-00	CLINKENBEARD 7AO	3-24S-18E, SENESE	ALLEN
15-001-19100-00-00	CLINKENBEARD 4A	3-24S-18E, SWNESE	ALLEN
15-001-19101-00-00	CLINKENBEARD 5 A	3-24S-18E, SENESE	ALLEN
15-001-19102-00-00	CLINKENBEARD 10AO	3-24S-18E, NWSESE	ALLEN
15-001-19103-00-00	CLINKENBEARD 11AO	3-24S-18E, NWSESE	ALLEN
15-001-19125-00-00	CLINKENBEARD 3A	3-24S-18E, SWSESE	ALLEN
15-001-19146-00-00	BOWLUS B 10	4-24S-18E, SWSWSE	ALLEN
15-001-19188-00-00	WEST RIGGS 16 G	9-24S-18E, NWSENE	ALLEN
15-001-19189-00-00	WEST RIGGS 17 B	9-24S-18E, NENENE	ALLEN
15-001-19197-00-00	THORTON 15R9	9-24S-18E, SWSESE	ALLEN
15-001-19207-00-00	GREGG 18B	10-24S-18E, NENENE	ALLEN
15-001-19229-00-00	GREGG 15 A (5)	10-24S-18E, NWNENE	ALLEN
15-001-19234-00-00	GREGG 16 B (9)	10-24S-18E, NENENE	ALLEN
15-001-20354-00-00	EAST RIGGS 1G	10-24S-18E, NWSWSWNW	ALLEN
15-001-20355-00-00	RIGGS EAST 1-H	10-24S-18E, SWSWSWNW	ALLEN
15-001-20357-00-00	RIGGS EAST 2H	10-24S-18E, SESWSWNW	ALLEN
15-001-20358-00-01	RIGGS A 1 G	10-24S-18E, SWSWNW	ALLEN
15-001-20359-00-00	RIGGS EAST 2G	10-24S-18E, SWSWNW	ALLEN
15-001-20458-00-00	EAST RIGGS 1-GH	10-24S-18E, NWSWSWNW	ALLEN
15-001-20712-00-00	CLINKENBEARD 14	3-24S-18E, SWSESE	ALLEN
15-001-21073-00-00	CLINKENBEARD 15	3-24S-18E, SWSESE	ALLEN
15-001-21074-00-00	CLINKENBEARD 16	3-24S-18E, NWSESE	ALLEN
15-001-21075-00-00	CLINKENBEARD 18	3-24S-18E, SESESE	ALLEN
15-001-21076-00-00	CLINKENBEARD 17	3-24S-18E, SWSESE	ALLEN
15-001-21367-00-02	WEST RIGGS 20	9-24S-18E, NWSENENE	ALLEN Exhibit A
			Page 3 of 5

15-001-26286-00-00	WEST RIGGS	27-B	9-24S-18E, SESENWNE	ALLEN	Exhibit A Page 4 of 5
15-001-22916-00-00		2-K	15-24S-18E, NWNWSE	ALLEN	
15-001-21407-00-00	WEST RIGGS		·		
		59	9-24S-18E, SESWSWNE	ALLEN	
15-001-21405-00-00	WEST RIGGS WEST RIGGS	58	9-24S-18E, SWSWSENE 9-24S-18E, SWSESWNE	ALLEN	
15-001-21404-00-00	WEST RIGGS	56	9-24S-18E, SENE	ALLEN	
15-001-21403-00-00	WEST RIGGS	55	9-24S-18E, SESESENE	ALLEN	
15-001-21402-00-00	WEST RIGGS	54	9-24S-18E, NWSWSWNE	ALLEN	
15-001-21401-00-00	WEST RIGGS	53	9-24S-18E, NWSESWNE	ALLEN	
15-001-21400-00-00	WEST RIGGS	52	9-24S-18E, NESESWNE	ALLEN	
15-001-21399-00-00	WEST RIGGS	51	9-24S-18E, NESWSENE	ALLEN	
15-001-21398-00-00	WEST RIGGS	50	9-24S-18E, NWSESENE	ALLEN	
15-001-21397-00-00	WEST RIGGS	49	9-24S-18E, SWNE	ALLEN	
15-001-21396-00-00	WEST RIGGS	48	9-24S-18E, SWNE	ALLEN	
15-001-21395-00-00	WEST RIGGS	47	9-24S-18E, SENE	ALLEN	
15-001-21394-00-00	WEST RIGGS	46	9-24S-18E, NENE	ALLEN	
15-001-21393-00-00		45	9-24S-18E, SENE	ALLEN	
15-001-21392-00-00		44	9-24S-18E, SWNWSWNE	ALLEN	
15-001-21391-00-00		43	9-24S-18E, SWNESWNE	ALLEN	
15-001-21390-00-00		42	9-24S-18E, SENESWNE	ALLEN	
15-001-21389-00-00	WEST RIGGS	41	9-24S-18E, SENWSENE	ALLEN	
15-001-21388-00-00		40	9-24S-18E, SWNESENE	ALLEN	
15-001-21387-00-00		39	9-24S-18E, NENWSWNE	ALLEN	
15-001-21386-00-00		38	9-24S-18E, SWNESWNE	ALLEN	
15-001-21385-00-00		37	9-24S-18E, NWNWSENE	ALLEN	
15-001-21384-00-02		36	9-24S-18E, N2N2SENE	ALLEN	
15-001-21383-00-02		35	9-24S-18E, NENESENE	ALLEN	
15-001-21381-00-00 15-001-21382-00-00		34	9-24S-18E, SESWNWNE 9-24S-18E, SWSWNWNE	ALLEN	
15-001-21380-00-00		32	9-24S-18E, SESENWNE	ALLEN	
15-001-21379-00-00		31	9-24S-18E, SESWNENE	ALLEN	
15-001-21378-00-02		30	9-24S-18E, SWSENENE	ALLEN	
15-001-21377-00-00		29	9-24S-18E, NESWNWNE	ALLEN	
15-001-21376-00-00		28	9-24S-18E, NWSENWNE		
		-	· · · · · · · · · · · · · · · · · · ·	ALLEN	
15-001-21373-00-02 15-001-21374-00-02		26	9-24S-18E, E2SENENE 9-24S-18E, S2NENE	ALLEN	
		25	,	ALLEN	
15-001-21371-00-00 15-001-21372-00-00		23	9-24S-18E, NWSENWNE 9-24S-18E, NWSWNWNE	ALLEN	
15-001-21370-00-00		22	9-24S-18E, NESENWNE	ALLEN	
15-001-21368-00-00		21	9-24S-18E, NESWNENE	ALLEN	
15 001 21269 00 00	WEST BICCS	24	0.249 49E NESWINENE	ALLEN	

15-001-26495-00-00	WEST RIGGS	77	9-24S-18E, SWNWNENE	ALLEN
15-001-26659-00-00	WEST RIGGS	21-B	9-24S-18E, NWSWNENE	ALLEN
15-001-26660-00-00	WEST RIGGS	22-B	9-24S-18E, SENWNE	ALLEN
15-001-26661-00-00	WEST RIGGS	31-B	9-24S-18E, SWSWNENE	ALLEN
15-001-26662-00-00	WEST RIGGS	71	9-24S-18E, NENWNENE	ALLEN
15-001-26663-00-00	WEST RIGGS	76	9-24S-18E, SWNENENE	ALLEN
15-001-26760-00-02	WEST RIGGS	20B	9-24S-18E, NWSENENE	ALLEN
15-001-26761-00-00	WEST RIGGS	32B	9-24S-18E, SENENE	ALLEN
15-001-26762-00-02	WEST RIGGS	70	9-24S-18E, NWNENENE	ALLEN
15-001-26763-00-00	WEST RIGGS	75	9-24S-18E, SENENENE	ALLEN
15-001-26776-00-00	WEST RIGGS	37-B	9-24S-18E, NESWNE	ALLEN
15-001-26777-00-00	WEST RIGGS	50-B	9-24S-18E, SESENE	ALLEN
15-001-26778-00-00	WEST RIGGS	76-B	9-24S-18E, NWNENE	ALLEN
15-001-27018-00-02	WEST RIGGS	20A	9-24S-18E, NESENENE	ALLEN
15-001-27019-00-00	WEST RIGGS	26-B	9-24S-18E, SESWNENE	ALLEN
15-001-27020-00-02	WEST RIGGS	70B	9-24S-18E, NENWNENE	ALLEN
15-001-27021-00-00	WEST RIGGS	71-B	9-24S-18E, NWNENE	ALLEN
15-001-27022-00-02	WEST RIGGS	75B	9-24S-18E, SWNENENE	ALLEN
15-001-27038-00-00	WEST RIGGS	45B	9-24S-18E, NENE	ALLEN
15-001-27258-00-02	WEST RIGGS	25B	9-24S-18E, NENE	ALLEN
15-001-27261-00-02	WEST RIGGS	30B	9-24S-18E, SESWNENE	ALLEN
15-001-27264-00-03	WEST RIGGS	40 A	9-24S-18E, NESENE	ALLEN
15-001-27270-00-00	WEST RIGGS	51-B	9-24S-18E, NWSWSENE	ALLEN
15-001-27280-00-00	WEST RIGGS	77-B	9-24S-18E, SENENWNE	ALLEN
15-001-28337-00-00	THORNTON	16 N	9-24S-18E, SENESE	ALLEN
15-001-28340-00-00	THORNTON	16R	9-24S-18E, SWSESE	ALLEN

CERTIFICATE OF SERVICE

26-CONS-3006-CPEN

I, the undersigned, certify that a true copy of the attached Order has been served to the following by means of first class mail and electronic service on o7/03/2025.

NANCY BORST KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220 WICHITA, KS 67202-1513 nancy.borst@ks.gov

RANDY PETERSON L & G PETROLEUM OPERATING, LLC 2663 CR 1780 HAVANA, KS 67347-9522 ripete@totelcsi.com KELCEY MARSH, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION CENTRAL OFFICE 266 N. MAIN ST, STE 220 WICHITA, KS 67202-1513 kelcey.marsh@ks.gov

/S/ KCC Docket Room

KCC Docket Room